



Rep. Daniel J. Burke

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LRB096 08605 AMC 24990 a

1 AMENDMENT TO HOUSE BILL 3655

2 AMENDMENT NO. _____. Amend House Bill 3655 by replacing
3 everything after the enacting clause with the following:

4 "Section 5. The Illinois Pension Code is amended by adding
5 Sections 4-108.6 and 6-227 as follows:

6 (40 ILCS 5/4-108.6 new)

7 Sec. 4-108.6. Transfer of creditable service to the
8 Firemen's Annuity and Benefit Fund of Chicago.

9 (a) Until January 1, 2010, any active member of the
10 Firemen's Annuity and Benefit Fund of Chicago may apply for
11 transfer of up to 10 years of creditable service accumulated in
12 any pension fund established under this Article to the
13 Firemen's Annuity and Benefit Fund of Chicago. Such creditable
14 service shall be transferred only upon payment by such pension
15 fund to the Firemen's Annuity and Benefit Fund of Chicago of an
16 amount equal to:

1 (1) the amounts accumulated to the credit of the
2 applicant on the books of the fund on the date of transfer;

3 (2) employer contributions in an amount equal to the
4 amount determined under subparagraph (1); and

5 (3) any interest paid by the applicant in order to
6 reinstate service.

7 Participation in such pension fund as to any credits
8 transferred under this Section shall terminate on the date of
9 transfer.

10 (b) An active member of the Firemen's Annuity and Benefit
11 Fund of Chicago applying for a transfer of creditable service
12 under subsection (a) may reinstate credits and creditable
13 service terminated upon receipt of a refund by payment to the
14 Firemen's Annuity and Benefit Fund of Chicago of the amount of
15 the refund with interest thereon at the actuarially assumed
16 rate, compounded annually, from the date of the refund to the
17 date of payment.

18 (40 ILCS 5/6-227 new)

19 Sec. 6-227. Transfer of creditable service from Article 4.
20 Until January 1, 2010, any active member of the Firemen's
21 Annuity and Benefit Fund of Chicago may transfer to the Fund up
22 to a total of 10 years of creditable service accumulated under
23 Article 4 of this Code upon payment to the Fund within 5 years
24 after the date of application of an amount equal to the
25 difference between the amount of employee and employer

1 contributions transferred to the Fund under Section 4-108.6 and
2 the amounts determined by the Fund in accordance with this
3 Section, plus interest on that difference at the actuarially
4 assumed rate, compounded annually, from the date of service to
5 the date of payment.

6 The Fund must determine the fireman's payment required to
7 establish creditable service under this Section by taking into
8 account the appropriate actuarial assumptions, including
9 without limitation the fireman's service, age, and salary
10 history; the level of funding of the Fund; and any other
11 factors that the Fund determines to be relevant. For this
12 purpose, the fireman's required payment should result in no
13 significant increase to the Fund's unfunded actuarial accrued
14 liability determined as of the most recent actuarial valuation,
15 based on the same assumptions and methods used to develop and
16 report the Fund's actuarial accrued liability and actuarial
17 value of assets under Statement No. 25 of Governmental
18 Accounting Standards Board or any subsequent applicable
19 Statement.

20 Section 90. The State Mandates Act is amended by adding
21 Section 8.33 as follows:

22 (30 ILCS 805/8.33 new)

23 Sec. 8.33. Exempt mandate. Notwithstanding Sections 6 and 8
24 of this Act, no reimbursement by the State is required for the

1 implementation of any mandate created by this amendatory Act of
2 the 96th General Assembly."